LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 28, 2007**, upon the application of **KCS RESOURCES**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Bodcaw Sand of the Cotton Valley Formation and the Cotton Valley Formation, Reservoir A,** in the Longwood Field, Caddo Parish, Louisiana.

- 1. To dissolve the Bodcaw Sand of the Cotton Valley Formation unit designated BOD RA SUC comprising all of Section 23, Township 19 North, Range 15 West, Caddo Parish, Louisiana.
- 2. To establish two (2) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
- 3. To redefine the Cotton Valley Formation, Reservoir A, INSOFAR AND ONLY INSOFAR AS proposed CV RA SUSS and CV RA SUTT are concerned, as the stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths 8,212' and 9,640' (electric log measurements) in the Sulphur River Exploration, Inc.-Anthony FPC 6 No. 1 Well, located in the Northwest Quarter of Section 6, Township 18 North, Range 15 West.
- 4. To force pool and integrate all of the separately owned tracts, mineral leases and other property interests located within the proposed units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 5. To designate the KCS Resources, Inc.-Gary 23 No. 1 Well as the unit well for CV RA SUSS and to designate KCS Resources, Inc. as operator of said unit.
- 6. To extend the field rules established by Office of Conservation Order No. 123-A-2 to the proposed additional units for the Cotton Valley Formation, Reservoir A, except to the extent inconsistent herewith.
- 7. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A, was defined in Office of Conservation Order No. 123-A-2, effective September 20, 1978, and is to be redefined INSOFAR AND ONLY INSOFAR AS proposed CV RA SUSS and CV RA SUTT are concerned as the stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths of 8,212' and 9,640' (electric log measurements) in the KCS Resources, Inc.-Anthony FPC 6 No. 1 Well located in the Northwest Quarter of Section 6, Township 18 North, Range 15 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana. www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 7/24/07;7/27/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.